



Occidental Permian Limited Partnership
A subsidiary of Occidental Petroleum Corporation

5 Greenway Plaza, Suite 110, Houston, Texas 77046-0521
P.O. Box 4294, Houston, Texas 77210-4294
Direct: 713.366.5603 Fax: 713.985.1505
michael_meir@oxy.com

June 20, 2012

VIA E-MAIL AND
UPS OVERNIGHT DELIVERY

Endeavor Energy Resources, LP
110 N. Marienfeld
Midland, TX 79701

Re: Case No. 14790; Order No. R-11328-B; Application of OXY USA, Inc. for authorization to conduct a pressure maintenance project in the Old Millman Ranch-Bone Spring Pool through its Government AB Well No. 9, Eddy County, New Mexico.

Dear Sir/Madam:

OXY USA, Inc. submitted the above-referenced application to the New Mexico Oil Conservation Division. It went to hearing before the Division on January 19, 2012, and Order No. R-11328-B was entered on February 16, 2012, approving OXY's application. Subsequent to the entry of this Order, OXY became aware that Endeavor Energy Resources, LP owns an interest in a tract within the half-mile area of review of OXY's proposed injection well for this pressure maintenance project and should have been sent notice of the application.

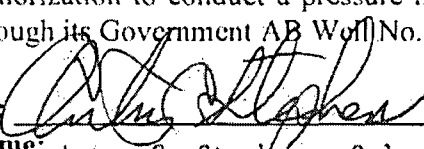
Pursuant to Division Rule 19.15.26.8 NMAC, operators within the area of review for a proposed injection well may waive any objections. We therefore request that upon your review of OXY's application, the BLM's letter removing its objections, and Order No. R-11328-B, that you waive any objections to this application and Order. We respectfully request you that you sign this letter indicating your agreement to waive any objections and return it the undersigned as soon as possible.

Thank you for your consideration of this matter. Should you wish to discuss please feel free to call me at (713) 366-5603.

Sincerely,

Michael J. Meir, RPL
Land Negotiator

Endeavor Energy Resources, LP agrees to waive objection to OXY USA, Inc.'s application for authorization to conduct a pressure maintenance project in the Old Millman Ranch-Bone Spring Pool through its Government AB Well No. 9, Eddy County, New Mexico.

By:  Date: AUGUST 7, 2012
Name: Autry C. Stephens, Sole Member of
Title: Endeavor Petroleum, L.L.C.
Its General Partner

Jones, William V., EMNRD

From: Adam Rankin <AGRankin@hollandhart.com>
Sent: Wednesday, August 08, 2012 8:42 AM
To: Brooks, David K., EMNRD
Cc: Bailey, Jami, EMNRD; Jones, William V., EMNRD
Subject: RE: Case No. 14790 - Order No. R-11328-B
Attachments: Waiver Letter.pdf

David,

Attached is a new waiver letter with name and title printed. After you have reviewed and have a moment, please confirm that it is sufficient and I will let OXY know.

Thank you.

Adam

From: Brooks, David K., EMNRD [<mailto:david.brooks@state.nm.us>]
Sent: Thursday, August 02, 2012 3:07 PM
To: Adam Rankin
Cc: Bailey, Jami, EMNRD; Jones, William V., EMNRD
Subject: RE: Case No. 14790 - Order No. R-11328-B

I think the waiver is sufficient. However, I would be happier if you could get them to send you another copy with the signing party's type name and capacity added.

David

From: Adam Rankin [<mailto:AGRankin@hollandhart.com>]
Sent: Thursday, August 02, 2012 3:04 PM
To: Brooks, David K., EMNRD
Cc: Bailey, Jami, EMNRD; Jones, William V., EMNRD
Subject: RE: Case No. 14790 - Order No. R-11328-B

David,

Apologies. I should have done so with my first email. Attached is the waiver from Endeavor. OXY's Aug. 15 deadline is one imposed by the BLM, by the way.

Much appreciated.

From: Brooks, David K., EMNRD [<mailto:david.brooks@state.nm.us>]
Sent: Thursday, August 02, 2012 3:01 PM
To: Adam Rankin
Cc: Bailey, Jami, EMNRD; Jones, William V., EMNRD
Subject: RE: Case No. 14790 - Order No. R-11328-B

Good Afternoon, Adam

I think you are correct, provided that the Division has not taken any action to re-open the case of stay Order R-11328, and provided the waiver is legally sufficient.

To satisfy myself regarding the second point, I would appreciate your furnishing a copy of the waiver.

Sincerely

David K. Brooks

From: Adam Rankin [<mailto:AGRankin@hollandhart.com>]

Sent: Thursday, August 02, 2012 1:48 PM

To: Brooks, David K., EMNRD

Subject: OXY: Case No. 14790 - Order No. R-11328-B

David,

Attached is a letter submitted on July 11 to Director Bailey. I had meant to cc you on it, but neglected to do so. As the letter indicates, OXY discovered that one offsetting party, Endeavor Resources, was not noticed, as they should have been. We have acquired that party's waiver and submitted it to the OCD.

OXY needs to have the well ready to inject by Aug. 15th and would like to know that they are clear to do so. I don't think we need an amended order if the waiver is included in the case file. Since there is an order now in place, I think they should be OK to proceed.

Can you advise?

Let me know if you have any questions. I appreciate your help.

Adam